

229477

STATE OF SOUTH CAROLINA

(Caption of Case)

BEFORE THE  
PUBLIC SERVICE COMMISSION  
OF SOUTH CAROLINA

## COVER SHEET

DOCKET  
NUMBER: 2006 - 227 - G

(Please type or print)

Submitted by: Piedmont Natural Gas

SC Bar Number: \_\_\_\_\_

Address: PO Box 33068Telephone: 704-731-4560Charlotte, NC 28233Fax: 704-364-1395

Other: \_\_\_\_\_

Email: jenny.furr@piedmontng.com

NOTE: The cover sheet and information contained herein neither replaces nor supplements the filing and service of pleadings or other papers as required by law. This form is required for use by the Public Service Commission of South Carolina for the purpose of docketing and must be filled out completely.

## DOCKETING INFORMATION (Check all that apply)

☐ Emergency Relief demanded in petition☐ Request for item to be placed on Commission's Agenda expeditiously☒ Other: Quarterly Financial Report

| INDUSTRY (Check one)                                 | NATURE OF ACTION (Check all that apply)            |  |  |  |
|--|--|--|--|--|
| <input type="checkbox"/> Electric                    | <input type="checkbox"/> Affidavit                 | <input type="checkbox"/> Letter                            | <input type="checkbox"/> Request                   |  |
| <input type="checkbox"/> Electric/Gas                | <input type="checkbox"/> Agreement                 | <input type="checkbox"/> Memorandum                        | <input type="checkbox"/> Request for Certification |  |
| <input type="checkbox"/> Electric/Telecommunications | <input type="checkbox"/> Answer                    | <input type="checkbox"/> Motion                            | <input type="checkbox"/> Request for Investigation |  |
| <input type="checkbox"/> Electric/Water              | <input type="checkbox"/> Appellate Review          | <input type="checkbox"/> Objection                         | <input type="checkbox"/> Resale Agreement          |  |
| <input type="checkbox"/> Electric/Water/Telecom.     | <input type="checkbox"/> Application               | <input type="checkbox"/> Petition                          | <input type="checkbox"/> Resale Amendment          |  |
| <input type="checkbox"/> Electric/Water/Sewer        | <input type="checkbox"/> Brief                     | <input type="checkbox"/> Petition for Reconsideration      | <input type="checkbox"/> Reservation Letter        |  |
| <input checked="" type="checkbox"/> Gas              | <input type="checkbox"/> Certificate               | <input type="checkbox"/> Petition for Rulemaking           | <input type="checkbox"/> Response                  |  |
| <input type="checkbox"/> Railroad                    | <input type="checkbox"/> Comments                  | <input type="checkbox"/> Petition for Rule to Show Cause   | <input type="checkbox"/> Response to Discovery     |  |
| <input type="checkbox"/> Sewer                       | <input type="checkbox"/> Complaint                 | <input type="checkbox"/> Petition to Intervene             | <input type="checkbox"/> Return to Petition        |  |
| <input type="checkbox"/> Telecommunications          | <input type="checkbox"/> Consent Order             | <input type="checkbox"/> Petition to Intervene Out of Time | <input type="checkbox"/> Stipulation               |  |
| <input type="checkbox"/> Transportation              | <input type="checkbox"/> Discovery                 | <input type="checkbox"/> Prefiled Testimony                | <input type="checkbox"/> Subpoena                  |  |
| <input type="checkbox"/> Water                       | <input type="checkbox"/> Exhibit                   | <input type="checkbox"/> Promotion                         | <input type="checkbox"/> Tariff                    |  |
| <input type="checkbox"/> Water/Sewer                 | <input type="checkbox"/> Expedited Consideration   | <input type="checkbox"/> Proposed Order                    | <input type="checkbox"/> Other: _____              |  |
| <input type="checkbox"/> Administrative Matter       | <input type="checkbox"/> Interconnection Agreement | <input type="checkbox"/> Protest                           |  |  |
| <input type="checkbox"/> Other: _____                | <input type="checkbox"/> Interconnection Amendment | <input type="checkbox"/> Publisher's Affidavit             |  |  |
|  | <input type="checkbox"/> Late-Filed Exhibit        | <input checked="" type="checkbox"/> Report                 |  |  |

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April 29, 2011

Mr. Charles Terreni  
Chief Clerk & Administrator  
Public Service Commission of South Carolina  
101 Executive Center Dr., Suite 100  
Columbia, South Carolina 29210

Re: Docket No. 2006-227-G

Dear Mr. Terreni:

Enclosed are the Quarterly Commission Reports of Piedmont Natural Gas for the quarter ended March 31, 2011. If you have any questions, please call me at 704-731-4560 or email me at [Jenny.Furr@piedmontng.com](mailto:Jenny.Furr@piedmontng.com).

Sincerely,

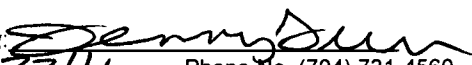
A handwritten signature in black ink, appearing to read "Jenny Furr".

Jenny Furr  
Manager Regulatory Reporting

Enclosure

| Company: Piedmont Natural Gas Company, Inc.          | Total Company<br>12 Months Ended<br>March 31, 2011 | South Carolina<br>Quarter Ended<br>March 31, 2011 | Operations Only<br>Twelve Months Ended<br>March 31, 2011 |
|--|--|---|--|
|  |  |   |  |
| 1 Operating Revenues:                                |  |   |  |
| 2 Residential  | \$655,326,828                                      | \$40,285,527                                      | \$84,549,173   |
| 3 Commercial   | 384,487,220  | 19,084,224  | 46,816,634   |
| 4 Industrial   | 42,821,012   | 4,855,024   | 13,962,262   |
| 5 Power generation - sales                           | 8,067,665  | 307,594   | 1,055,399  |
| 6 Sales to public authorities                        | 1,278,411  | 259,907   | 589,289  |
| 7 Sales for resale                                   | 358,337  | 0   | 0  |
| 8  |  |   |  |
| 9 Total sales of gas                                 | 1,092,339,473                                      | 64,792,276  | 146,972,757  |
| 10 Secondary market sales                            | 5,146,885  | 0   | 0  |
| 11 Gas transportation for others                     | 62,234,180   | 2,834,068   | 9,178,188  |
| 12 Transportation for resale                         | 9,662,033  | 0   | 0  |
| 13 Power generation - transportation                 | 16,879,318   | 0   | 17,798   |
| 14 Other operating revenues                          | 7,083,722  | 321,934   | 979,786  |
| 15   |  |   |  |
| 16 Total gas operating revenues                      | 1,193,345,611                                      | 67,948,278  | 157,148,529  |
| 17   |  |   |  |
| 18 Operating Expenses:                               |  |   |  |
| 19 Purchased gas                                     | 645,105,957  | 38,364,530  | 87,492,450   |
| 20 Maintenance                                       | 34,923,885   | 1,045,249   | 4,446,307  |
| 21 Other operating expenses (except taxes)           | 184,182,571  | 5,356,784   | 22,100,051   |
| 22   |  |   |  |
| 23 Total operating expenses                          | 864,212,413  | 44,766,563  | 114,038,808  |
| 24   |  |   |  |
| 25 Depreciation and amortization                     | 99,767,565   | 3,032,310   | 12,063,484   |
| 26   |  |   |  |
| 27 Total expenses and depreciation                   | 963,979,978  | 47,798,873  | 126,102,292  |
| 28   |  |   |  |
| 29 Operating Taxes:                                  |  |   |  |
| 30 *Federal income taxes                             | 45,145,345   | 5,479,395   | 5,962,254  |
| 31 Federal income taxes - deferred                   |  |   |  |
| 32 Investment tax credit normalization               |  |   |  |
| 33 Amortization of investment tax credits            | (280,337)  | (12,645)  | (44,706)   |
| 34   |  |   |  |
| 35 Total federal taxes - operating                   | 44,865,008   | 5,466,750   | 5,917,548  |
| 36   |  |   |  |
| 37 State income taxes                                | 9,459,350  | 1,143,747   | 1,249,716  |
| 38 State income taxes - deferred                     |  |   |  |
| 39   |  |   |  |
| 40 Total state taxes - operating                     | 9,459,350  | 1,143,747   | 1,249,716  |
| 41   |  |   |  |
| 42 Other operating taxes                             | 36,501,529   | 1,717,296   | 6,299,978  |
| 43   |  |   |  |
| 44 Total operating taxes                             | 90,825,887   | 8,327,793   | 13,467,242   |
| 45   |  |   |  |
| 46 Total operating expenses, depreciation, and taxes | 1,054,805,865                                      | 56,126,666  | 139,569,534  |
| 47   |  |   |  |
| 48 Net Operating Income                              | \$138,539,746                                      | \$11,821,612                                      | \$17,578,995   |
| 49   |  |   |  |

50 \*Attach a detailed analysis of this item if any prior period adjustments are included in net figure shown.

Prepared by:   
Date: 4/27/11 Phone No. (704) 731-4560

GAS COMPANIES  
Income Statement Data

Quarter Ended: Month of March  
Year 2011

|   | Total Company<br>12 Months Ended<br>March 31, 2011 | South Carolina Operations Only  |                                       |
|---|--|---------------------------------|---------------------------------------|
| Company: Piedmont Natural Gas Company, Inc.       |  | Quarter Ended<br>March 31, 2011 | Twelve Months Ended<br>March 31, 2011 |
| 1 Other Income:                                   |  |                                 |                                       |
| 2 Interest charged to construction                | \$12,158,539                                       | \$23,468                        | \$129,912                             |
| 3 Dividends and other interest income             | Not Applicable                                     | Not Applicable                  | Not Applicable                        |
| 4 Miscellaneous income                            | Not Applicable                                     | Not Applicable                  | Not Applicable                        |
| 5   |  |                                 |                                       |
| 6 Total other income                              | 12,158,539   | 23,468                          | 129,912                               |
| 7   |  |                                 |                                       |
| 8 Other Income Deductions:                        |  |                                 |                                       |
| 9 Miscellaneous income deductions                 | Not Applicable                                     | Not Applicable                  | Not Applicable                        |
| 10 Taxes applicable to other income               | 4,792,896  | 9,251                           | 51,211                                |
| 11  |  |                                 |                                       |
| 12 Total other income deductions                  | 4,792,896  | 9,251                           | 51,211                                |
| 13  |  |                                 |                                       |
| 14 Interest Charges:                              |  |                                 |                                       |
| 15 Interest on long-term debt                     | 50,704,867   | 1,394,182                       | 6,028,590                             |
| 16 Amortization of debt discount and expense      | 741,206  | 30,699                          | 87,712                                |
| 17 Amortization of premium on debt - (cr)         |  |                                 |                                       |
| 18 Interest on advances from affiliated companies |  |                                 |                                       |
| 19 Other interest expense                         | 3,792,608  | 222,893                         | 428,873                               |
| 20  |  |                                 |                                       |
| 21 Total interest expense                         | 55,238,681   | 1,647,774                       | 6,545,175                             |
| 22  |  |                                 |                                       |
| 23 Net Income *                                   | \$90,666,708                                       | \$10,188,055                    | \$11,112,521                          |

(1) A breakdown between firm and interruptible revenues, dekatherms, and customers is not readily available.

|                             | Total Company<br>12 Months Ended<br>March 31, 2011 | South Carolina Operations Only  |                                       |
|-----------------------------|--|---------------------------------|---------------------------------------|
|                             |  | Quarter Ended<br>March 31, 2011 | Twelve Months Ended<br>March 31, 2011 |
| TAX CALCULATION FOR AFUDC   |  |                                 |                                       |
| State Taxes 12 months @ 6.8 | 0.068  | \$23,468                        | \$129,912                             |
| Fed Taxes                   | 0.35   | \$1,596                         | \$8,834                               |
|                             |  | \$7,655                         | \$42,377                              |
|                             |  | \$9,251                         | \$51,211                              |

|   | <u>March 31, 2011</u>    |                           |
|---|--------------------------|---------------------------|
|   | <u>Total<br/>Company</u> | <u>South<br/>Carolina</u> |
| 1   |                          |                           |
| 2 ASSETS  |                          |                           |
| 3 -----   |                          |                           |
| 4 Construction work in progress (CWIP) \$97,941,750           |                          |                           |
| 5 Gross plant in service (excluding CWIP)                     | \$3,318,020,902          | \$382,899,612             |
| Plant held for future use                                     | 6,751,203                | 779,089                   |
| 6 Less: Reserve for depreciation                              | <u>947,886,919</u>       | <u>109,386,150</u>        |
| 7   |                          |                           |
| 8 Net Plant in service  | 2,376,885,186            | 274,292,551               |
| 9 Add: Material and supplies                                  | <u>79,769,330</u>        | <u>9,205,381</u>          |
| 10  |                          |                           |
| 11 Net plant in service and material and supplies             | 2,456,654,516            | 283,497,932               |
| 12 Other assets (include CWIP)                                | <u>631,330,736</u>       | <u>72,855,567</u>         |
| 13  |                          |                           |
| 14 Total assets   | <u>\$3,087,985,252</u>   | <u>\$356,353,499</u>      |
| 15  |                          |                           |
| 16  |                          |                           |
| 17  |                          |                           |
| 18  |                          |                           |
| 19 CAPITALIZATION AND LIABILITIES                             |                          |                           |
| 20 -----  |                          |                           |
| 21 Preferred and/or Preference stock                          |                          |                           |
| 22  |                          |                           |
| 23 Common Stock   | \$432,109,040            | \$49,865,383              |
| 24 Premium on common stock                                    |                          |                           |
| 25 Other capital - paid-in capital                            | 0                        | 0                         |
| 26 Earned surplus reserved                                    |                          |                           |
| 27 Unappropriated earned surplus                              | <u>609,102,463</u>       | <u>70,290,424</u>         |
| 28  |                          |                           |
| 29 Total common stockholders' equity                          | <u>1,041,211,503</u>     | <u>120,155,807</u>        |
| 30  |                          |                           |
| 31 Long-term debt (funded)                                    | 731,843,000              | 84,454,682                |
| 32 Other long- term debt                                      |                          |                           |
| 33  |                          |                           |
| 34 Total Long-term debt                                       | <u>731,843,000</u>       | <u>84,454,682</u>         |
| 35  |                          |                           |
| 36 Total capital structure                                    | 1,773,054,503            | 204,610,489               |
| 37 Short-term obligations                                     | 123,500,000              | 14,251,900                |
| 38 Advance from parent or affiliate company                   |                          |                           |
| 39 Contributions in aid of construction                       |                          |                           |
| 40 Other Liabilities  | <u>1,191,430,749</u>     | <u>137,491,110</u>        |
| 41  |                          |                           |
| 42 Total Liabilities  | <u>\$3,087,985,252</u>   | <u>\$356,353,499</u>      |
| 43  |                          |                           |
| 44  |                          |                           |
| 45  |                          |                           |
| 46  |                          |                           |
| 47  |                          |                           |
| 48 Statistical Data   |                          |                           |
| 49 -----  |                          |                           |
| 50 Preferred stock dividends declared and dividend rate       | -                        | -                         |
| 51 Common stock dividends declared and dividend rate (\$1.13) | 81,449,855               | 9,399,313                 |
| 52 Customers- Average for 12 Months to date                   | 963,710                  | 131,499                   |
| 53 Customers - Number at end of 12 months to date             | 982,717                  | 133,680                   |
| 54 Number common shares outstanding at end of report period   | 71,814,237               | 8,287,363                 |

12 Months Ended  
March 31, 2011

Note: Balance sheet items other than plant account and related reserves may be apportioned to S.C. operations on the basis of plant allocation to South Carolina. Complete South Carolina portion in full, either actual or on allocated basis.  
Round all financial data to nearest dollar.  
One copy of this report is due to be mailed to the Commission not later than 30 days after the end of each quarter.

| Type Obligation<br>Bonds, Debentures, Notes, etc.<br>(a) | Issue<br>Date<br>(b) | Maturity<br>Date<br>(c) | Face<br>Amount<br>(d) | Amount<br>Outstanding<br>(e) | Interest<br>Rate<br>(f) | Interest<br>Booked for<br>12 Months<br>Ended<br>This Report<br>(g) | Interest<br>Annualized<br>On O/S Long-<br>Term Debt<br>Col.(f) x (e)<br>(h)* |
|--|----------------------|-------------------------|-----------------------|------------------------------|-------------------------|--|--|
| <u>Senior Notes</u>                                      |                      |                         |                       |                              |                         |  |  |
| Note due 2017  | 9/21/1992            | 9/30/2017               |                       | 35,000,000                   | 8.51                    | 3,019,868  | 2,978,500  |
| <u>Insured Quarterly Notes</u>                           |                      |                         |                       |                              |                         |  |  |
| Note due 2036  | 6/20/2006            | 6/1/2036                |                       | 196,843,000                  | 6.25                    | 12,310,453   | 12,302,688   |
| <u>Medium-Term Notes</u>                                 |                      |                         |                       |                              |                         |  |  |
| Note due 2023  | 10/6/1993            | 10/6/2023               |                       | 45,000,000                   | 6.87                    | 3,091,500  | 3,091,500  |
| Note due 2024  | 9/19/1994            | 9/19/2024               |                       | 40,000,000                   | 8.45                    | 3,380,000  | 3,380,000  |
| Note due 2025  | 10/3/1995            | 10/3/2025               |                       | 55,000,000                   | 7.40                    | 4,070,000  | 4,070,000  |
| Note due 2026  | 10/9/1996            | 10/9/2026               |                       | 40,000,000                   | 7.50                    | 3,000,000  | 3,000,000  |
| Note due 2029  | 9/20/1999            | 9/14/2029               |                       | 60,000,000                   | 7.95                    | 4,770,000  | 4,770,000  |
| Note due 2010  | 9/29/2000            | 9/29/2010               |                       | 0                            | 7.80                    | 2,314,000  | 0  |
| Note due 2011  | 9/26/2001            | 9/26/2011               |                       | 60,000,000                   | 6.55                    | 3,930,000  | 3,930,000  |
| Note due 2013  | 12/19/2003           | 12/19/2013              |                       | 100,000,000                  | 5.00                    | 5,000,000  | 5,000,000  |
| Note due 2033  | 12/19/2003           | 12/19/2033              |                       | 100,000,000                  | 6.00                    | 6,000,000  | 6,000,000  |
| Sub-total  |                      |                         |                       | 731,843,000                  |                         | 50,885,821   | 48,522,688   |
| Less allocation to non-utility activities                |                      |                         |                       |                              |                         | 180,954  |  |
| Total  |                      |                         |                       | 731,843,000                  |                         | 50,704,867   | 48,522,688   |

\*This data will be the same as the data in Col. (g) except for the interest on those obligations which have been outstanding for less than 12 months, the calculation of payments for the Senior Notes which are based on 365 days, and reduction in the